COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

NOTICE OF PURCHASED GAS)
ADJUSTMENT FILING OF MARTIN) CASE NO. 90-402-D
GAS, INC.

ORDER

On September 30, 1991, the Commission issued its Order in Case No. 90-402 approving certain adjustments in rates and providing under certain conditions for the further adjustment of such rates when the wholesale cost of gas is increased or decreased or a refund is received.

On November 5, 1992, Martin Gas, Inc. ("Martin") notified the Commission that its wholesale cost of gas would be increased by its supplier, Columbia Gas of Kentucky, Inc. ("Columbia"), effective December 1, 1992, and submitted with its notice certain information in compliance with its purchased gas adjustment clause on file with this Commission.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. Martin's notice of November 5, 1992 set out certain revisions in rates which Martin proposed to place into effect, said rates being designed to pass on the wholesale increase in price from Columbia. In calculating the amount of its new rates, Martin used

Columbia's gas cost component of its rates instead of the actual IUS rate which it will be charged. Using the correct rate yields an increase in rates for Martin in the amount of 35.72 cents per Mcf.

- 2. The IUS rate used in calculating Martin's rates was approved by the Commission effective December 1, 1992.
- 3. The corrected adjustment in Martin's rates under the purchased gas adjustment provisions approved by the Commission in its Order in Case No. 90-402 dated September 30, 1991 is fair, just, and reasonable, in the public interest, and should be effective with gas supplied on and after December 5, 1992.

IT IS THEREFORE ORDERED that:

- 1. The rates proposed by Martin are hereby denied.
- 2. The rates in the Appendix, attached hereto and incorporated herein, are fair, just, and reasonable and are approved effective with gas supplied on and after December 5, 1992.
- 3. Within 30 days of the date of this Order, Martin shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 4th day of December, 1992.

PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 90-402-D DATED DECEMBER 4, 1992.

The following rates and charges are prescribed for the customers served by Martin Gas, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

RATES: Monthly

First 1 Mcf \$7.6173 Per Mcf

Over 1 Mcf 7.5005 Per Mcf

Minimum Bill

The minimum bill shall be \$7.62

Temporary Surcharge 3.12

The base rate for the future application of the purchased gas adjustment clause of Martin Gas, Inc. shall be:

Commodity

Columbia Gas of Kentucky, Inc. \$4.2075 Per Mcf

Southeastern Gas Company 0.140 Per Mcf